

EXHIBIT 11

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October 3, 2006

Howard Weir, Esquire
 Morgan, Lewis & Bockius, LLP
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 Washington, D.C. 20004

**Re: Blackwater Security Consulting, LLC, et al. v. Westchester Surplus Lines
 Insurance Company, et al.
Our File No. 500.22215**

Dear Howard:

This will acknowledge receipt of your correspondence of September 29, 2006. While we have finished our initial review of the defense expenses previously submitted to us, several questions remain unanswered. First, there is no explanation why there was need for lead litigation counsel, who together billed in excess of 1.3 million dollars. Second, there is no explanation as to why there was a need for Special Defense Base Act counsel, particularly in view of the fact that each of the Defendants were afforded separate counsel and there was lead litigation counsel involved also. Finally, there is no explanation as to why Defendants Justin McQuown and Tom Powell needed separate counsel.

Before WSLIC can consider payment of any defense expenses these questions need to be answered. However, in addition to the foregoing a review of the submitted invoices reveals tremendous overlap in the services being rendered by several of the law firms. Once the foregoing questions have been answered, we will be in a position to address the concerns regarding the overlap of services rendered by several of the law firms. I will approach WSLIC with your suggestion of a meeting and advise of their response thereto.

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TO: Howard Weir, Esquire
October 3, 2006

Should you have any questions regarding any of the above, kindly contact me at your convenience. Otherwise, I would appreciate answers to these questions at your earliest possible convenience.

Very truly yours,

DEASEY, MAHONEY & BENDER, LTD.

BY: _____

FRANCIS J. DEASEY, ESQUIRE

FJD/mr